

# FISCAL NOTE

Nonpartisan Services for Colorado's Legislature

**Drafting Number:** LLS 19-0964 Date: April 18, 2019

**Prime Sponsors:** Rep. Esgar; Hansen Bill Status: House Health & Insurance Fiscal Analyst: Erin Reynolds | 303-866-4146 Sen. Zenzinger; Rankin

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RATES FOR SENIOR LOW-INCOME DENTAL PROGRAM **Bill Topic:** 

□ State Revenue □ TABOR Refund Summary of State Expenditure (minimal) **Fiscal Impact:** □ Local Government

> □ State Transfer □ Statutory Public Entity

Joint Budget Committee. The bill changes the reimbursement rate maximum for the Colorado Dental Health Care Program for Low-Income Seniors and creates a reporting requirement for the Department of Health Care Policy and Financing. The

bill will increase state workload in FY 2019-20.

**Appropriation** Summary:

No appropriation is required.

**Fiscal Note** Status:

This fiscal note reflects the introduced bill, as recommended by the Joint Budget

Committee.

## **Summary of Legislation**

Under current law, the Senior Dental Advisory Committee recommends the maximum reimbursement rate for dental procedures under the Colorado Dental Health Care Program for Low-income Seniors Program, which cannot be less than rates set for a predecessor program by the State Board of Health. The bill sets the minimum rates per procedure based on equivalent Medicaid rates.

The bill also requires the Department of Health Care Policy and Financing (HCPF) to review the operation and effectiveness of the Colorado Dental Health Care Program for Low-income Seniors in its next annual report and to make recommendations.

### Background

The Colorado Dental Health Care Program for Low-income Seniors Program was established under Senate Bill 14-180. The program serves seniors 60 and over with income at or below 250 percent of the federal poverty guidelines who do not have Medicaid or any other dental coverage by providing grants throughout the state to Area Agencies on Aging, public health agencies, Community Health Centers, private dental practices, and other community-based organizations. In FY 2017-18, there were 23 program grantees, grant payments totaled approximately \$2.9 million, and the number of seniors served by the program was 2,996. The program is funded by the General Fund.

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## **State Expenditures**

Beginning in FY 2019-20, the bill will lower the per procedure rate, as the Medicaid rates are lower than the predecessor program rates. This will allow dental coverage to be distributed to more seniors; however, no change in appropriations is required. In addition, it is assumed that HCPF can accomplish the reporting requirements under the bill within existing appropriations as reviewing program effectiveness is already under the purview of the Senior Dental Advisory Committee.

#### **Effective Date**

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

#### State and Local Government Contacts

Health Care Policy and Financing